1	GOVERNMENT OF THE VIRGIN ISLANDS
2	OF THE UNITED STATES
3	PUBLIC SERVICES COMMISSION
4	
5	IN THE MATTER OF THE VIRGIN ISLANDS)
6	WATER AND POWER AUTHORITY PETITION) FOR ELECTRIC SYSTEM RATE RELIEF) PSC DOCKET No.
7	
8	PUBLIC HEARING
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LO	Before: KYE WALKER, ESQ., Hearing Examiner Date: Wednesday, October 23, 2019
11	Location: Public Services Commission Barbel Plaza
12	St. Thomas, Virgin Islands Time: 5:43 p.m 7:15 p.m.
L3	11me. 3.43 p.m. 7.13 p.m.
L 4	
L5	STAFF PRESENT:
L6	Donald Cole, Executive Director Tisean Hendricks, PSC
L7	Lorna Nichols, Public Officer
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L9	
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22	REPORTED BY:
23	Desiree D. Hill, RMR Hill's Reporting Services
24	P.O. Box 307501 St. Thomas, Virgin Islands 00803
25	20. Indias, Ingilias 00000

PROCEEDINGS

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HEARING EXAMINER: We're going to start
the public hearing portion of the base rate
proceeding. So my name is Kye Walker. I am the
hearing examiner that was appointed by the PSC to
conduct the investigation of the base rate case.
So what we're going to do is we have circulated a
sign-up sheet for anyone who wants to testify. I
understand sometimes during the hearing you may
change your mind and decide you actually want to
testify. If you want to do that, please let
Ms. Hendricks right here know and she'll bring the
sheet up to you.

We're going to go in order of the sign-in sheet. So what will happen, every testifier will sit here, and the reason that the testifier will sit here is so that the stenographer could record everything that the testifier says. The reason for that is that the testimony that we receive this evening will be made a part of the official record of the base rate case to be considered by myself, and I will be providing a report and recommendations to the PSC and the PSC would also have the opportunity to review the record as well.

1	It looks like we may have run out of chairs. If
2	anyone would like to sit down that's currently
3	standing, they could sit along this side. Each
4	testifier is allotted five-minutes to testify. In
5	addition to the oral testimony, we're also
6	accepting written testimony to be submitted by
7	5:00 p.m. this Friday.
8	MR. SMITH: Can I ask a question of the
9	executive director?
LO	HEARING EXAMINER: Pertaining to the
L1	public hearing?
L2	MR. SMITH: Pertaining to why we're in
L3	this small room. You knew a lot of people were
L 4	coming, so why you didn't put us in a bigger room?
L5	HEARING EXAMINER: I don't want to delay
L6	the hearing. This is where we are tonight. And
L7	of course at this time we won't be changing the
L8	room. So if you would feel more comfortable
L9	sitting up here
20	MR. SMITH: I am concerned about the small
21	room.
22	HEARING EXAMINER: Understood.
23	MR. SMITH: You're welcome.
24	HEARING EXAMINER: We would begin with the
25	first testifier. I will ask the testifier to

spell their name. We will receive the testimony.

2 Each testifier is allotted five minutes.

Ms. Hendricks, if you could time it for me and we'll just move from testifier to testifier.

Okay. It is important that we keep the sound as low as possible so we could hear the testifier, okay? So, you may begin, Sir, by stating your name.

MR. UDHWANI: Thank you. Good evening, everybody.

HEARING EXAMINER: What we request to do is to have the testifier sit on this side of the table, but he won't be able to face you because I need his testimony recorded.

MR. UDHWANI: Once again, good evening.

My name is Gary Udhwani, G-a-r-y, U-d-h-w-a-n-i,
and I've been living in St. Thomas for two and a
half years now. I have been living on St. Croix
for 35. The main reason for me to come out here
today was I was kind of pushed here by my wife,
who runs a restaurant and is totally tired and
very frustrated with her utility bill and the
constant power outages. In a small restaurant,
which is no more than about 700 square feet, we
pay \$2300 a month if we run our air conditioning.

We have figured out a way that we do not turn on the air conditioning until the first customer walks in and decides to sit in the air conditioned space because we do have outdoor sitting. By doing that, we save almost \$200 a month, but this is not how we should be living. As my personal business, I'm a solar installer, and I am not going to talk about my solar business but I am going to talk about the people that I have met while being asked for quotes.

While on St. Croix, I started the business in 2010, and between 2010 and 2014, I met retired old people who do not even use hot water for bathing, and these are 70, 75-year-old people, right? They have no air conditioning. Their room temperature must have been at least 60 degrees when I walked in, and they could not even afford to turn on a fan. So the conditions are really a lot worse than what you can imagine because trust me, you live in a much better condition than what I have seen people living here, and it just burns my heart that we cannot do something for these people. 95 percent of the world's nations have subsidized energy. We understand energy rates are high, not only here, but they are high all over

the world because most of the energy is either produced by coal or fossil, some kind of fossil fuel, and the costs are there. They cannot be denied, but most governments maintain their economies by controlling the cost of energy and subsidizing it.

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In the Virgin Islands, I'm reading here for the first time, honestly, and it says that the utility should make 6 to 8 percent income after reinvested in the remaking of the utility after Hurricane Hugo. You guys paid a LEAC. That LEAC was reconstruction of the utility. It wasn't the fuel charge like it is now. So where is my 6 percent, because I was here. I paid that, you I paid the LEAC. Where is my 6 percent, at least from my share of what I paid. So I'm sorry, I am a little furious and frustrated. I love the utility. I work for them. I do projects with The guys who are in there, they're really them. They want to do good. 90 percent of the good. utility employees are absolutely amazing. I think the problem is the policy and the decision-making. What can a lineman do? He has to follow instructions. What's his choice? There is nothing he can do. So it is so messed up when I

work with these, people as soon as they come out of work, they take their uniform off, 'I can't walk around with a WAPA uniform.' How could you even work for somebody like that when you cannot walk around with your own uniform just for ten-minutes to get from your car to your house? So the problems are much larger.

You know, somebody like me, I wouldn't even care if the rate is 20-cents more. I could afford it. My light bill is 20, \$30. I am a solar guy. I know how to work quietly, peacefully with very low energy, and yes, on some of my properties, I do have solar, but currently on my house, I don't because I'm just so busy working outside. But this is outrage. This is just wrong in many ways. And if they cannot bring it down as, you know, what it cost, then the government needs to not only not pay their bill, but subsidize utility so that small businesses can operate.

First, they need to pay their damn bills, all right? The hospital -- and it's very funny how conveniently the hospital and the schools don't pay their bills, because they know you will not complain about it. It's just not that simple.

1 It is a game that these guys are playing. 2 know that you will not complain. You will have 3 your heart say, oh, the hospital is not paying the 4 bill, it's okay. You know, the hospital is fine. 5 The school is not paying, oh, that will be fine, 6 the school is not paying. But what about the rest 7 of the government who is paying? So why these two -- plus the streetlight bills are not being 8 9 paid if I'm not mistaken. This was the case about 10 three, four-years back. I don't know if they have 11 caught up. I don't follow these things anymore 12 very strongly, and my voice is kind of very 13 strong. I come out very strong, so I mostly try 14 to keep to myself, and thank you very much. 15 you for listening. HEARING EXAMINER: The next testifier is 16 17 Baldarn. 18 MS. BALKRANA: Hi. Good afternoon. 19 need my name spelled? 20 HEARING EXAMINER: Yes, spell your first 21 and last name. 22 MS. BALKRANA: S-a-1-1-y. Last name is

B-a-l-k-r-a-n-a. Actually, I am here tonight

because I am the owner of the Indian restaurant in

Red Hook and, you know, like my husband did say,

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1 we do operate a very small, and because of keeping 2 our employees, like we do hire local employees, so 3 we have our employees there, but the rates of WAPA, water, power is getting to a state that I 5 don't even think -- it's impossible to even 6 understand how would you keep going on in the business when the rates are so high. And 7 everything is promises, we're gonna do this, we're 8 9 gonna do this, we're gonna go to propane, we're 10 gonna do that and nothing really has worked for us 11 So my only thing is, I just came just to 12 say that -- to see if there was, you know, 13 anything that we can actually do, or they could do 14 to just help the situation because if it keeps up 15 like this, I don't think a lot of people could be 16 in business for much longer. I am not saying we, 17 by the way. So that's all I had to say. I didn't 18 even need all the time.

HEARING EXAMINER: Mr. Steven Boswell.

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MR. BOSSWELL: Good evening, everyone.

Steven is S-t-e-v-e-n, Bosswell is

B-o-s-s-w-e-l-l. I have been a Virgin Islander

since I graduated from college in Texas for a

little bit over 14 years now and absolutely love

the island that we live in.

As of right now, I own three different restaurants and Prime Hospitality. We consist of Cafe Amici, Prime and Taste of Paradise Point.

We're relatively a new company. I used to be part of the Havana Blue Group. We lost absolutely everything in the storms, and instead of leaving, I stayed. I helped rebuild and I rebuilt my restaurant group. And now I am seeing firsthand, actually handling the accounting side of the business of the struggles that small business owners go through here. And these struggles are what I would like to call close to impossible.

Only the most strong survive out here. Only the best will survive out here, and so I have to fight to be the best.

Now, as far as our expenses are concerned, on top of our gross receipts and the astronomical amount of taxes that we pay, those of us who do it legitimately, our WAPA rate is something that is a huge hinderance to us not because so much is such a high rate, but because we have to figure out how do we not charge you so much to where you come into my restaurant and you say, well, that's too expensive. So, what do I do? I have to cut my cost. I'm gonna go off-island for ordering. What

did I just do? Now, I'm cutting off local
business because somehow me failing doesn't work.

So I have to figure out how in the heck am I going
to cut my cost load to when you come into my
restaurant you're still going to buy my food
without feeling like you're getting ripped off.

And you know who's getting off, I'm getting ripped
off by WAPA every single month.

My restaurant in town over one and a half years has increased by 50 percent of our WAPA bill. My WAPA bill at prime is \$12,000. The lowest I've ever had is \$10,000. I'm open four nights a week, my friends, four nights a week. I turn the AC on about 2:30 in the afternoon every single day to cool down so you guys could have a wonderful experience that we work really hard to create. That's not sustainable.

Right now, I have had 60 employees. We have hit our threshold. We no longer can deal with any rate increases. If anyone wants to share the definition of insanity, it's doing the same thing over and over and over. Is this the last rate increase we're going to get? Are we just going to keep doing it, because what happens now? My house was 5 to 600 bucks a month. Last three

1 months a thousand dollars a month. I go down to 2 WAPA, very simple, and I say, can you please tell 3 me has my rate increased. I'm sorry, has my usage increased. Show me my usage. Tell me it has. I 5 know it hasn't. The sweet lady working in there 6 could not tell me anything. We talk about cents. Let's talk about percentage of our bill. Our 7 bills are increasing 50, 60, 70 percent. Can we 8 9 explain it? I don't see any explanation from this 10 from anybody. And I love this place. I don't 11 want to leave, but hey, Governor Bryan, let's 12 change course now, correct? Is this not the 13 definition of time to change course now? How much 14 longer are we going to put up with it? The 15 threshold has been hit. It's been hit. We're 16 We're done. Let's figure it out. As a 17 businessman, I'll tell you this, and if my 18 statistics is wrong, what I've last seen is that 19 we're paying somewhere between the third to fifth 20 largest utility rate in the world. Tell me I'm 21 wrong. I'm fine. Listen, I wish you would tell 22 me I'm wrong. As a business person, do you think 23 that there's not a lot of electrical companies 24 that see us paying that and isn't like, 25 opportunity? Guess what, we will take that

opportunity, okay. And I will tell you this, to WAPA, for the first time ever, I never thought solar power was an option for me, but now that I'm paying 10 to \$12,000 a month. Guess what, my solar proposal is being put in the works. And now I won't be paying it anymore because what am I gonna do? Am I gonna pay in and go send 60 employees to the unemployment line, let that be the government's problem as well? Our hands are tied. We cannot increase our rates anymore. Increase rates are not the answer. It's insane. Thank you.

HEARING EXAMINER: Next we have Ms. Sujanani.

MS. SUJANANI: So the first name

J-e-z-e-l-l-i-a. Last name, S-u-j-a-n-a-n-i.

Okay. So Jezellia is how you pronounce my first

name. I was born and raised here. Lived here

basically all my life. Went to Florida for a few

months, came back. In Florida, my bill for a

one-bedroom apartment, I was only paying \$30 a

month. Come here, two-bedroom apartment in the

country, \$300 one month, \$400, \$260-something,

it's insane. So I'm just gonna read something

that somebody wrote, and I'm not trying to attack

anyone but I'm just gonna read this and that will be my testimony.

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"The USVI is a sanctuary for the corrupt, a place where corruption is enabled and never Its residents feel like the Government, Legislature and WAPA all work hand-in-hand and no one is ever held accountable. Many witness or read of what I believe is just a fraction of the blatant financial mismanagement and corruption of WAPA on October 1st in the senate hearing. Why is PSC still even considering this rate hike request after this? Documents have been released that reveal grants and loans that WAPA had received, yet WAPA claims they need more? Is it so they could continue what I believe should be called money laundering by paying thousands of dollars in rent for unoccupied spaces, or is it so they could wire more money to offshore accounts and then claim it was an innocent error? Better yet, could it be that the government rerouted their funds to other causes such as what happened with the Medicaid funds that the V.I. recently received? Had some of WAPA's fund lined Governor Bryan and his friends' pockets? Why was he afraid of the baseless criticism that would be discussed during

the senate hearing? I've seen the WAPA transition cluster report that was released by the Bryan/Roach team. I've also seen some pages of WAPA's financial statement. How can anyone have confidence that those numbers are factual? known that Witt O'Brien, which was the company that, you know, they hired to consult, works with the accounting firm once known as BDO to audit WAPA's use of grants received by FEMA. Should we trust their findings when the firm once known as BDO is managed by people who on Governor Bryan's campaign team? It seems fairly similar to former P.R., Puerto Rico's governor, Jose George's relationship of BDO, and we know that guy got arrested." Whether it is WAPA or the government fault for the mismanagement, residents shouldn't have to pay for it.

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I'm saddened that the decision to raise the rates has been dragged on for so long by the PSC. The request should have been met with an immediate no.

I was told by a former senator of the USVI that the rates will be approved as they see that as the only way to save WAPA. I hope that he is wrong and that the PSC will make the right

decision. However, how can I trust the PSC when they have granted rate hikes before? A better question is, who will stay on the islands to pay the new rates if they increase it. Perhaps what happened in Puerto Rico with PREPA, that's the public utility and the government, which you know they like bankrupted, should happen here. It seems that will be the only way to hold the corrupt accountable.

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I also wanted to say a lady, she wanted me to like read a bunch of signatures about the petition that's been going around. It's too much signatures for me to read. Basically the purpose of it is to say WAPA Must Go and they need to be held accountable and maybe the federal government needs to intervene and hold everyone accountable. I know a lot of people don't agree with that but I don't know what's going to happen. So it's like over three hundred and something thousand signatures, okay? Thank you.

HEARING EXAMINER: Next, I can't make out the last name, but the first name is Hooman, H-o-o-m-a-n.

MR. PEDRAM: Good evening. Hooman,
H-o-o-m-a-n. Last name P-e-d-r-a-m. I am a

1 business owner and I've lived in St. Thomas since 2 I moved here originally to open a business, 3 end up losing that business, working for somebody 4 else, and then opened Tap and Still, which I have 5 three locations, and I opened Chicken and Bowling, 6 which I have one location, and a brewery. As far as what's been happening with WAPA and like the 7 direction we're going in, obviously, I don't 8 9 believe that any sort of rate hike, raising it is 10 going to save us. It's not going to fix the 11 problem. If we've had this problem for this long, 12 what's this extra amount of money going to do for 13 us, which is just going to get lost in the 14 shuffle. It's just going to hit the pocketbooks 15 of the people that need that little bit of money the most. Like your base rate, you're not 16 17 screwing me. You're screwing your own people and 18 you have been screwing your own people from 19 Fucking Day One. I'm sorry.

HEARING EXAMINER: Okay. You know what, we're not going to do that tonight.

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MR. PEDRAM: I'm sorry, I apologize. Just a quick F bomb there. Sorry. At the end of the day, though, I run my business and I try to run it as efficiently as possible. When I opened my

business, to go get a burger somewhere, it was like 15, 16 bucks, and I came in, and I was like, you know what, I can figure out how to sell this burger where I could still make a profit, where I could pay employees. I have over a hundred employees here on St. Thomas. I could pay everyone, I could take them on boat trips, do things that people do and still have a good, fair product. This is not a fair product, right. at the end of the day, either the government has to step in and not raise the prices, but step in and save us. Like this is a bad relationship between the people of St. Thomas and WAPA. is like an abusive relationship that we're just sticking around for and taking the beatings, right? At this point, if we raise the prices, the beatings will continue. And on top of paying the most, we lose probably the most amount of electronics out of anyone out there, right? think -- my whole life, I'm 40-years old, 43-years old. Before I moved to St. Thomas, I only bought one refrigerator. In the ten years, I've lived here, I've bought four brand new refrigerators in different houses. Like the problem isn't just this house has bad wiring and this house -- it's

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everywhere. I mean, it's rampant. It's -- like the last guy said, this is basically like it's crazy, right? And to come out and ask for more money when you're losing the money that you asked for before, it's crazy. If WAPA works for me, if it was my employees, basically they would all be fired, you know, because there is no way you could come back and ask for more. And honestly, like I honestly try to not raise my prices. I think at Tap and Still, in five years I've raised my prices one time. Anytime I can donate anything, I do that, and I don't even really complain about my businesses and WAPA. Mostly, my complaint is at my personal home, which for most people it's like a personal problem. You can't trust that you're going to have power. Your power might destroy the stuff you have, and at the end of it, you know, adding insult to injury, you get this bill where so many days it didn't have power, and for some reason it is more expensive than it was before. They haven't proven they are responsible with this money, so they shouldn't be asking for more money. At the end of the day, if we were to see some sort of light at the end of the tunnel, maybe we could go down this road, but honestly, at this point,

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something bigger has to happen. The couple cents, which will end up becoming dollars for us is not going to save this disaster that's WAPA. I mean, honestly, it should be illegal.

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HEARING EXAMINER: What is the amount of your monthly bill on average for your businesses?

MR. PEDRAM: In Red Hook I pay 3,500 on In Havensight, I pay 5,500 a month on In St. John, I pay 2,800 bucks a month. average. Chicken and Bowling is like 10,000 a month. brewery is like 4,000 a month. So I think like single-handily, where does that put me at 25,000 a month? And the crazy thing is -- the crazy thing is like the billing cycles are so whacked out that if you -- listen, I was so happy when my WAPA worked. Couple days after the storm I was able to open the doors and basically give out food, right? Like what I had, I was like let's cook it, let's give it out. But then I was able to open and give people a place to go, charge their phones, give my staff a place to wash their clothes, right. Fine. I'm down to do it, but man, when I got that bill after like eight months of being on WAPA, like, here you go. I'm like, wow. And in their right mind, how do you expect anyone, because I'm sure

local citizens got this bill that was like six 1 2 months of them not charging you, right, and you 3 just went through hell and back, right, and now you get slapped with this, like, hey, we're gonna 5 shut you off if you can't pay this crazy bill 6 times six months. HEARING EXAMINER: I am going to ask you 7

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to start to conclude only because --

MR. PEDRAM: I'm already concluded. Honestly at the end of the day for us to even be sitting here is crazy, like seriously.

HEARING EXAMINER: Next we have Kristen Elizabeth.

MS. ELIZABETH: Good evening. Kristen, K-r-i-s-t-e-n, E-l-i-z-a-b-e-t-h. Thank you for this opportunity and it came at short notice, literally at a quarter to five, and it was so important to me, again, to show up for this community.

I've lived here, because I filled out my jury duty paperwork today, 25 years, four months, three weeks and two days. I moved here at five with my father. So I am not new to the community. This community matters to me in a heart sense, a business sense and a personal sense.

often, even though our bills, without this increase both at home, and we have a small cabinet shop in Contant, and we're kind of the only game in town where you might think, oh, you're thriving. No, we're barely surviving because we have one man and one helper, and people come to our door and I'm down there being that helper, and we can't help because we're just small people. But yet this power bill, when we lost everything -- we lost 60 percent of our business in the hurricane. We lost the one A/C unit in our one little office, so half the lighting, and yet our bill is double, and this is without a rate increase. So, finally, after 25 years, we buy a home and we have a pretty consistent power bill, and then it goes up a hundred and then another hundred. So you say a hundred is not so bad. You could not go to Steve's for dinner. You could skip going Tap and Still. I could turn off another light, turn off another this, call Dion and say, what's your bill this month and flip out, but the truth of the matter is when you combine a 250-dollar increase in your office and a 250-dollar increase in your home and come up with \$500, and the two of you are what are creating

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this business, \$500 just doesn't come out of your pocket. I can't speak for the average person, but I feel pretty comfortable saying that no one --well, short of board members in some businesses are thriving in this community anymore. We are surviving, and that is not how anyone should be living. So, to this point, you don't come up with this money, and turning off a light here and there when you don't even know why the bills keep doubling and hundreds come in at a time, where do you cut this corner? Do you get solar? To what avail? People are saying, I have solar but yet I'm still paying.

My heart really -- we can leave, right? I have a place to go. It's not what I want to do. I don't want to be one more person that abandons this community. I think what really speaks to me is there are people that can barely afford to live day-to-day. There are women and children that can't afford, or are crowded in homes, and our schools are in ill repair, and the hospital doesn't have blood, and this is falling down, and that may not matter at a PSC board review, but the fact of the matter is it does matter because everyone is suffering. And why don't people come

out here and protest? I came to the first one. 1 2 There is maybe 80 countable people out there 3 because it's like going back to the abuse. People 4 are afraid. And you know what you do when you're 5 You think you're gonna fight back? 6 morning a man came to my sliding glass door, and I was in my shower and the dogs are barking and he 7 puts his face to the door. I have a 300-foot 8 9 driveway. There were vehicles in the yard and 10 this person is probably not able to pay a power 11 So let me go see if someone is in that bill. 12 It has scared the heck out of me, right? 13 am home by myself. But the point to that is, 14 people are afraid, so they're gonna do things to 15 make that money. People are afraid. So they 16 don't come out, right? What are we going to do? 17 What's it gonna change? Doesn't matter. 18 bills go up. It doesn't matter. We could protest 19 until we're purple. Everyone should come out. 20 husband laughed, you're gonna go? You think 21 you're going to make a difference? I think we all 22 make a difference. You have to try to make a 23 difference. Will we survive? Maybe. Do we live 24 in fear? Yes. Do we live in -- what about next 25 month? What happens next? Where do we go?

does the old person go? Where does the mom go? 1 2 Where does the money come from? IRB, today I paid 3 a tax bill for \$15,000. Barbara Richards, who is 4 amazing, I said to her, what are you going to do 5 when power keeps going up? She said, I don't know 6 because my pay check doesn't go up, and she's a government employee. We all want to say it's 7 going to be okay, but people are afraid. 8 9 afraid. Like what physically happens when money 10 just doesn't show up anymore? Where do we go? 11 doesn't just show up. People come to your door 12 and look through to see if they could rob you. 13 That's what comes up in this small community. 14 It's not White, Black, where the heck you were 15 born. You're here today. We matter today because we live and we breathe and we use power today on 16 17 this island. No matter where you're from and 18 whether you own a business, we live here. We're a 19 community, and you're forcing us to not live here. 20 HEARING EXAMINER: Thank you. Next 21 person, I cannot make out the handwriting for the 22 first name, but it appears to be a Ms. 23 Otis-Joseph.

MS. JOSEPH: Good evening, everyone. It's what I have been saying all along, it is the

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mismanagement of WAPA that have us in this condition. The more rate increase, the more rate increase, the more rate increase, the less you see where the money is going, because the money is going -- I hear these big credit cards, a hundred thousand dollars, these high-end salaries. I believe that -- I have been saying it all along, the WAPA board needs to revamp. It needs to change. We want change here in the Virgin Islands, in this utility that is going down because of the leadership that is in there. This is my home and I feel bad seeing what is going on in my home. Businesses are not going to prosper here, are not going to stay here as long as we continue having this rope around our necks, which is WAPA. This is terrible here.

And then I hear them talking about by the end of 2020 we are going to have another -- it's not going to happen. Look the fiasco of the propane combustion. Look what happened, 87 million it was supposed to be, and it end up \$160 million. Who's paying for it? We, the ratepayers. When they're living lavishly, we are the ones paying for all of that. It is not fair for the ratepayers. It is not fair for us. You don't have to be on a fixed income to suffer the

1 crunch because once the rest goes up, the supermarkets bring up their grocery prices all 2 3 over. The telephone, everybody. You see, they 4 take advantage of all of that, and then who pays 5 for that? We. Okay? So, I done fed up with 6 seeing all of this happening in my home where 7 these people -- every minute. I heard this gentleman who was here testifying a while ago, oh, 8 9 we're supposed to see a 10-cent reduction, from 10 43-cents to 33-cents. It's not going to happen. 11 It's not going to happen. Look people closing 12 down businesses. Why? People are closing down 13 because they cannot afford the WAPA bills. And 14 we're talking about economic growth? It's not 15 going to happen, not as long as we have that 16 killer named WAPA. And then they're talking 17 about, you know -- I even forget now. They're 18 talking about, oh, when you go down, the payment 19 plan. Which payment plan you're talking about? 20 Payment plan? That's like putting a rope around 21 your neck because you pay down, and then when you 22 look, the next bill comes. And when you look when 23 you're late in paying that bill, late fee. 24 they continue adding on, putting more stress on 25 the people. I don't think they need any more

1 money because right now \$2.3 million disappeared up in the air and we don't know. We hearing about 2 3 federal investigation, FBI investigation. What's that going to take, another 20-years before we 5 find out? We will never find out. 6 HEARING EXAMINER: I am going for respect, 7 that we limit the commentary because we have a stenographer that needs to capture everything that 9 the testifier is saying, and when people talk at 10 the same time, she won't be able to do that. So I 11 understand that we have very strong feelings about 12 this issue, but let's try and make sure we have a 13 complete record. I am not sure if you stated your 14 full name when you started. 15 MS. JOSEPH: Carmen Otis-Joseph. 16 HEARING EXAMINER: C-a-r-m-e-n? 17 MS. JOSEPH: Yes. 18 HEARING EXAMINER: You may continue. 19 MS. JOSEPH: I lose my thought now. 20 so upset. 21 HEARING EXAMINER: You were saying that --22 you ended with the investigation and you don't 2.3 know how long that will take. 24 THE WITNESS: Another 20-years before they

find where that money disappeared to because I

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find that very strange. As I heard Mr. Kupfer saying on the radio, oh, that this money, they sent it to some address, they did not know what the address was. Hey, I don't believe that. not believing one thing. They're making us look like fools, but we are not fools. Right now I am so upset. The other day I had to go down there and make noise by WAPA, make noise down there by WAPA because they sent me a bill. MS. HENDRICKS: One minute remaining. MS. JOSEPH: They sent me a bill. When I went down there, they're going to tell me, that's

MS. JOSEPH: They sent me a bill. When I went down there, they're going to tell me, that's the bill, because they're estimating our bills. That's why we're getting them kind of bills. They're estimating our bills and continue to estimate our bills, taking advantage of the people. We cannot take it anymore. Enough is enough abuse of the poor people. You don't have to be a victim to feel the crunch of what is going on. Thank you for the time.

HEARING EXAMINER: Denfield Brown?

 $\ensuremath{\mathsf{MR}}.$ BROWNE: Good evening to the panel and to everyone.

HEARING EXAMINER: Please state your full name.

MR. BROWNE: My name is Denfield Browne,
D-e-n-f-i-e-l-d B-r-o-w-n-e, and I'm here tonight
to testify. I guess we're all here fed up,
definitely fed up with WAPA and the situation
that's going on there. They have been gouging us
for the longest while for years, especially since
they put in the smart meters. They need to get
rid of them. Get the regular meters back.

Now, we have been gouging with the high cost of electricity, and that's why a lot of the businesses go out of business. When they have the high rate of electricity, people can't afford to go out and pay for what they want and the businesses are getting less business. Many of them have closed down because when the light is so high, the merchants are going to pass the bill on to the consumers and we cannot afford that. Many of us cannot afford that.

The PSC, what are you doing for the people of the Virgin Islands? WAPA employees, I am not talking about the local employees. It is the management of WAPA. The employees and I get along very well. They get along with many of us but we just can't understand what is going on with WAPA and the high cost of electricity and the water

1 I hear a man, I think it was Monday down 2 there going to pay his light bill where I went to 3 pay mine, and he said, all of a sudden he get a 4 light bill for 600 and something for water and he 5 can't afford to pay it. They told him he has to 6 go on a payment plan. That payment plan, you 7 never finish paying because you -- let's say you have a bill for \$500, and they put you on payment 8 9 plan, next month you could only pay -- maybe you 10 could only pay 2 or \$300. The next month, that 11 bill is added to that. So it's gone up higher 12 again. How are you going to pay it? How are you 13 going to pay it? We need a better operating WAPA. 14 WAPA has been paying these high rent in different 15 Why they don't fix the burn down place in 16 Subbase? They went from there to Beljen Road. 17 From there to Fourwinds. Now they're over in 18 Havensight paying these high costs of rent, 19 thousands and thousands of dollars a month. 20 generators, I think they say they're paying 21 \$500,000 a month for one. If you have four, it's 22 up to \$2 million. How they expect us -- so, 23 they're gouging us with the prices and want to 24 raise the price of electricity every two or three 25 How they expect us to pay it? Many of us months.

are on fixed incomes. We can't afford to do that. We can't afford it. Those who are living high can afford to do it, but we, the local people cannot afford it. And it's time they do something about the nonsense that's going on with WAPA and stop ripping off the people.

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The merchants, the grocery stores go up -as soon as they hear about the PSC raising, the price in the grocery store goes up, and they don't come back down when they go up. Not only the grocery stores, the gas stations and all that kind of stuff. How they expect us to live? 2020 they say we should see a decrease, the end of 2020, they'll decrease in our electrical bills. How much time it's going to raise before the end of 2020? This is the kind of thing we need to look into and listen to and open our ears and understand what the people of WAPA saying. The executive director, how he expects us to do So people have to be making a decision whether to buy food, the medication and doctor bills. These kind of things, we should not be going through this. I think WAPA is paying -- the consumers here are paying the highest electricity bill in the world. Some of the Caribbean islands

pay 15-cents, 17-cents, 20-cents. Why we have to be paying 40-something cents. So, we need to -the people need to get together and stop being afraid to speak out about what's happening in the territory and stop putting up with the nonsense and bologna that WAPA is pushing out to us.

We appreciate the people who are here tonight and it shows you have courage and not afraid to speak out like I'm doing now and the others have done. Carmen and I had started this thing so many years ago, three or four years ago, right?

MS. JOSEPH: Right.

MR. BROWNE: Protesting against WAPA. We have been called all kind of names, but we don't care. It's not for us personally. It's for the people of the territory, and that's what you all have to understand. We thank you, everybody, for coming out here tonight, and with that, ladies and gentlemen, I close my case.

HEARING EXAMINER: Jason Budson.

MR. BUDSON: My name is Jason Budson. With the consistent or constant utility rate changes and consistent supply of energy to ratepayers, I propose you look at a different

model than providing power to WAPA ratepayers, including clean energy.

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Why I look again at a rural electric cooperative model that was proposed years ago as a solution? Many of you remember the delegate, Donna Christensen, during the time that we had Southern Energy, there was a real push to say, do we go private or do we look at other alternatives. One of them was to look at making it a cooperative.

A cooperative is a voluntary contractual organization of people having a mutual ownership interest in providing themselves a service on a non-profit basis. An electric cooperative is an example of a private non-profit company whose purpose is to deliver electricity to customers or members, us.

As a cooperative, they are required to fulfill two requirements, including reinvesting revenue into their service area, community, through stable rates as we all talked about tonight, infrastructure or returning to its members through patronage capital. Cooperatives are also required to operate in a utility a cooperative using a model of democracy, and that's

what we need to see.

Everyone here tonight talked about how we're not getting the bang for our buck. We're not seeing it. We are the ratepayers. We are the ones that should be making the decisions and we're not. Why doesn't the VI look again at possibly becoming a cooperative under the National Rural Electric Cooperative Association? The public should consider having WAPA owned by a coop because it could open the doors to investment funding from National Rural Electric Cooperative Association and the Cooperative Finance Cooperation.

Now, I know a lot of you are saying, how can we afford it, because we are about \$2 billion in debt with WAPA, 2 billion. Why don't we try? There has already been a feasibility study that had been done back in 2000 from the employees of WAPA. Let's dust it off. Let's update it.

There are three differences in types of utility models. With a cooperative model, I want to give you a little bit of background. The ratepayers own the utility. A democratically elected board performs oversight of the utility.

One meter, one vote. The people who work for the

utility are employees of this coop.

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Ratepayers determine strategy and policies through the election board members that advocate their preferences. Capital required for infrastructure and maintenance, repairs and improvement comes from access to federal lending programs, the ones that I mentioned. A national coop own like banks, like WAPA Finance Corporation or a co-bank. This cooperative is not-for-profit. This is not-for-profit with margins. If any, return it to the ratepayers over time through patronage capital retirements.

The other model is a government-owned municipal, which you have right now, the city or public utility district owns and operates the utility. The city council appoints a utility board that perhaps have the actual oversight of the utility. People who work for the utility are employees of the city in a utility district, no direct accountability to the utility taxpayers. Indirect function of the city government. You hear that, no indirect. No direct accountability.

Capital requirement infrastructure.

Maintenance, repairs and improvement come through

bonds issued. So, again, the maintenance comes from that. It is not a not-for-profit with margins. If any, it is retained by the city utility district.

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Then I go into how it's owned by the individual, the actual companies, like we have Southern Energy. So, in conclusion, I believe that the cooperative model is the best and most just approach to manage WAPA given that in many states, including Hawaii, the one that the former delegate spoke about, it has benefited from this change, including base rate reductions and clean energy production, and storage which, of course, we all desperately need. So if we could look outside of the box, if we could try to look at another model that has worked elsewhere, there has been 900 of these cooperatives throughout the They started in 1936, I believe, through states. farmers, believe it or not. This is one of the ways we could be trying, but the question is do we have enough capital financing to make it happen. Go back in the books, the feasibility studies and see that it happens. Thank you.

HEARING EXAMINER: Charles Browne.

MR. BROWN: Good evening, everybody.

Spell it just like it sounds, Charles Brown, Jr.,
Pastor Charles Brown, Jr., founding pastor, Family
of Faith African Methodist Episcopal Church here
in St. Thomas.

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We're a small two-year-old church family. We worship every Sunday in Red Hook above Banco Popular entrance in back at 11:00 o'clock, and as a church -- before we went to Red Hook, we were worshiping in Sugar Estate Senior Residence. as a church, we banded with non-profits and other stakeholders and we formed what's called in the community a safe net and we provide critical services for the community. And we have all -- as a safe net, we have been severely impacted by chronic power outages, escalating cost of utility bills and dependence of consumers on the services we provide. So, in preparation for today, I talked to many pastors and I uncovered narratives from other safety net providers about WAPA's utility issues and their impact on our ability to serve the community. So, to quickly remind everybody during Irma and Maria, multiple churches banded together. We pooled our resources and we found innovative ways to help hurting people. Our church family of faith, we literally collaborated

with other churches to secure hundreds and hundreds of meals over several weeks for the seniors in Sugar Estate Senior Residence because there was a community center in there where we held our first worship services after the storm, and we knew that those residents who were in that facility, because of the lack of power, instantly went from independent, which was what the facility is deemed, to be dependent overnight. We identified and we targeted who needed critical medications from pharmacies. So we, the church we went to Doctor's Choice, we went to Medicine Shoppe and we used our own church funds to help pay for prescriptions for seniors.

Many churches across the island and across the territory, we reached out to the people in the states that we know who were eager to send us essentials. Some sent us generators, to batteries, and everything in between, and we distributed thousands of pounds of supplies to residents who were struggling to make ends meet. As a matter of fact, there was one church, Word of Faith, they were actually in the emergency shelter, and our little church, we gave them hundreds of dollars to support them as they housed

residents here on St. Thomas.

Now, all while this is going on, most churches couldn't hold worship services because we didn't have no power. Companies where our members worked were shut for months, which meant that the members who belonged to the churches couldn't give their tides or give their offerings. So, no income coming in, no power, and yet everybody is looking to the church to provide extra service. So we're trying to do more with less with five loaves, a few fish to feed thousands, and somehow we figured out a way how to do it with no power from WAPA for months. We figured out a way. As residents and as churches, we still figured out a way how to make it happen.

Now, when the power was restored, what happened? Just like everybody said, our electrical appliances got burnt out. We got exorbitant utility bills, which no way align with our service, and WAPA threatened to cut us if we didn't pay. Now, big business, they pass that cost down. We're not-for-profit. We're churches. We can't pass that down. So what does that do? It cuts our ability to be able to serve, period. That's the bottom line. Now, where we could serve

a thousand people, we can't serve that many because of the situation with WAPA. And so it comes down to this. I preach a sermon just three weeks ago in my church. If you -- sometimes you got to call out and shut down your own. When your own are oppressing you and disrespecting you, you got to be willing to call him out and shut him down, and we lasted all these months without WAPA, we can do it again. If we have to go off the grid and shut them down, that's what we got to do.

HEARING EXAMINER: Desiree Wilkes.

MR. WILLIAMS: D-e-s-i-r-e-e W-i-l-k-e-s. Goodnight, everybody. My name is Desiree Wilkes and I came here tonight to urge the board to vote no for this rate increase. As we saw in the senate hearing a few weeks ago, WAPA runs an operationally inefficient business. There is misuse of funding. There is management -- misuse and abuse, and at the end of the day, the cost come down to us. We're in a situation where we are being bullied because this is our only electric option, whereas, in the states or in other places, you can go to another company.

We're left here with just this option, and this is one of the reasons why this continues.

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So, I read over the document that the PSC handed out tonight, and apparently the ask is for there to be a double in the lease generation surcharge. As of right now, just for a three-bedroom apartment where I live, our surcharge is \$31. If this rate doubles, that will be \$62. That is ridiculous. We are not in a situation where incomes are rising, or the cost-of-living is going down. As a matter of fact, it is increasing on a monthly basis. I pay the WAPA bill for my household and I see every month how we increase and we increase and we increase with power outages, with electronics that are being broken and destroyed, and we're still left in the situation where I'm paying an additional \$120 almost every month. ridiculous, and I've gone down to try to cut down my usage, cut down my own personal consumption to see if this has made a difference and it has made absolutely no difference.

We have members of the community that live on tanks, that live on machines, the breathing machines, and when there are extended power outages -- some of them even lose their lives to this. So I looked around the room and I thought

it was quite interesting, I don't see Lawrence in here at all. This is one time when the community is able the open their month and kind of share the experiences they're going through as his consumers and he is not here to hear it. So I think that's telling in and of itself. But at the end of the day, that's what we have come to expect.

So, I would urge the board to please vote no. At the end of the day, this hurts us. This hurts the community. This hurts businesses as we heard several other business owners mention. This hurts everyone in the long run.

As I heard Ms. Otis mention, this rate will not go back down. This isn't something that's temporary as they just said. Generation surcharge was actually just supposed to be until December 31st and here we are fighting for them to not double this rate. So there's clearly always a scheme and clearly always a story for them and I'm tired of hearing it. I'm tired of being bullied. I'm tired of being bullied by a company that doesn't provide service. I have consumer expectations. Every time I use my money, when I go to KMart and I purchase something and it's broken, I return it because my consumer

expectation was not met. I can't return my
service to WAPA. I have to eat it. Every month I
have to eat it. And this summer, we went through
a lot of power outages, and my bill remains high.
So I still can't understand how. And you see in
the back where they show you your consumption, the
consumption didn't go down but we had power
outages every single day. That doesn't even make
sense.

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So before I continue to get worked up, I will close and conclude here, but I would like to say if at the end of the day you choose to go forward with these rate changes, at least you know that this suffers and this hurts the people of the Virgin Islands.

HEARING EXAMINER: I cannot make out the last name, but the first name appears to be Harriett.

MS. MERCER: Good everybody. Thank you so much for that. Pretty good points, and the pastor as well. Sometimes you got to shut it down. I'm here to --

HEARING EXAMINER: Ma'am, could you please state your name for the stenographer?

MR. MERCER: Harriett Mercer. I'm

Harriett Mercer. And let me do this for the five minutes. As a timeline, just as a timeline, back in about March of this year and then again in May, I remember going up to the offices of Mr. Kupfer, Larry Kupfer, Lawrence, and that being -- Lawrence Kupfer, and trying to see if we could get some kind of meeting with him. I used to be on the radio with a program called Getting to the Point. Community Bulletin Board is what it has become on the Facebook page. We tried to get a meeting with him to see if we could bring it into the community or interview him or whatever and present a lot of different questions that all of the community has been asking, whether on radio, t.v., wherever, they've been asking and putting the concerns out.

You see Mr. Payne here? He has been doing different editorials in the paper and so forth.

So different people with different questions. We try to gather those together and see if we could have a meeting.

I was told by his executive secretary that
I will be contacted by Mr. P-R-O, the Public
Relations Officer, Mr. John Greaux, that never
happened. Contact was never made. That was back
in March, like I said. Went back again in May and

the same thing. It was never made. I'm beginning to feel like it's a little condensational support. It is very condescending, the behavior of the executive team of WAPA in terms of even meeting the community's concerns. And so, therefore -then fast-forward to going to the alliance meetings where we formed this group called The Virgin Islands Alliance for Consumer Justice, Clarence Payne here being the founder, and one of the cofounders, and we went ahead and tried to see again if Mr. Kupfer could come to that location, and we would meet on Wednesdays, and he could come at that location and also do the same thing, a town hall meeting of some form, and frankly thinking that this town hall also should have been maybe somewhere larger, but we're good where we We have some people outside.

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The P-R-O never happened with Mr. John Greaux. That never happened. The Alliance continues to meet every Wednesday.

We discussed the latest discussions on WAPA to include the state of emergency as requested by our delegate to Congress upon the governor. She wanted that the governor would go ahead and put in a state of emergency on this.

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still not up to par.

We also attended every meeting since June to present right here at the PSC. The PSC will call these meetings with WAPA and we would meet here and we sit in this room every time and we watch as the PSC grants WAPA a do-over, after do-over, after do-over, and hold us at bay in terms of whether or not they'll grant the rate increase. Like the young lady said here, I, too, believe that this rate increase is not deserving of the authority at this time, or at all, because we're certainly the highest, and the service is

We listened to vendors also come to testify every time in this room to join the WAPA grid trying to get a piece of the pie and even offer to, you know, have the utility generation go We could have utility generation for less. One by one, WAPA begged the PSC to say no to these vendors. So these vendors would come, whether they come from off-island or locals or whatever and they get turned down, or at least held off. So, therefore, WAPA wants to be the only one controlling this grid, being on this grid, but at the same time not knowing what they're doing, making bad decisions and so forth. We're talking

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even in the legislative hearing that they had the 1 2 other day and we got to see those large sums of 3 money in the upper echelon of the administration of WAPA and we are saying that, no, this is not 5 the time, and then those salaries should actually 6 go down. But at the same time, we need a board that understands what they're doing and maybe 7 have -- other kinds of legislation, of course, 8 9 should come up where different requirements are 10 needed for these board members to meet, 11 prerequisites for them to meet so they have 12 different qualifications to serve, but until we 13 get there, this is what we're facing. We are 14 outside there. We have some picket signs. One of 15 the signs said about the audit, WAPA needs to be audited. We're told that tomorrow the PSC is 16 17 expecting at 2:00 p.m. an audit. We don't know 18 from who. We do know that the PSC requested an 19 audit by the Inspector General of the Virgin 20 Islands. So we look forward to see what this 21 audit will reveal.

HEARING EXAMINER: The audit is specific to the Vitol contract. It not overall. And a specific time for receipt hasn't been scheduled. So I just wanted to clarify, that's the evidence

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that came out during the evidentiary hearing. 1 2 the Inspector General did not request this audit. 3 This audit was ordered by the PSC. MS. MERCER: The other audit, right. 5 we know that's going to take a long time, the one 6 that's requested by the PSC. The one that the PSC is now requesting of the Inspector General, the 7 one for the overall, the overall audit. 8 9 HEARING EXAMINER: I don't have any 10 evidence about that, but that's fine. You can 11 continue. 12 MS. MERCER: So we look forward to 13 auditing, indeed, of WAPA. And until then, we 14 would like to indeed hope and, in fact, believe 15 that you would not be so indifferent to go ahead and pass any kind of base rate increase at this 16 17 time without an audit, without all kind of things 18 delivered to the PSC as was requested. This is 19 not the time for that. Thank you. 20 HEARING EXAMINER: Clarence Payne. 21 MR. PAYNE: Good evening. Clarence Payne. 22 At the Chair's discretion, may I please have more 2.3 than five minutes? 24 HEARING EXAMINER: I am not the chair.

MR. PAYNE:

Who runs this meeting, you?

1 HEARING EXAMINER: This is just a public 2 hearing that the hearing examiner is holding. I 3 want to give everyone the same amount of time. If 4 we have enough time, I'm gonna give you five 5 minutes. If we have enough time once everyone 6 else testifies and there are no more testifiers, 7 then perhaps. MR. PAYNE: Okay, thanks. I just thought 8 9 I would ask. 10 HEARING EXAMINER: Do you have written 11 testimony? 12 I do, but I have a couple MR. PAYNE: 13 sections I want to speak about first. 14 HEARING EXAMINER: Okay. Are you going to 15 share the written testimony? 16 MR. PAYNE: Not right now. By Friday. HEARING EXAMINER: That's fine. 17 18 MR. PAYNE: I have in my hand a template of the Office of the Governor-elect's conclusion 19 20 report that was submitted by his transition team, 21 24 pages, the Office of the Governor-elect. 22 want to get straight down to business. 23 Page 24, and I quote, "The financial woes 24 of WAPA, a looming problem that would only get 25 worse without a progressive board of directors

1 that is willing to make disruptive changes to 2 positively impact WAPA's financial recovery. 3 Currently, the only solution presented by the 4 existing board and executive team is to raise 5 electricity rates, and this is just not acceptable." This was submitted by the governor's 6 transition team December 2018. He was 7 8 governor-elect. It gets sweeter than that. 9 WAPA's financial and operational problems will not 10 be served simply by throwing money at the issues. 11 Report sent to the governor. The mere fact that 12 the simple solution such as these are being 13 proposed to solve complex problems is an insult to 14 the Virgin Islands community right here in the 15 This is not a secret. This was sent to 16 the governor before he was the governor. 17 these bands of people from WAPA to fleece the 18 people of the Virgin Islands was wrong, and it is 19 an injustice.

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There is no justification to have WAPA coming back here six months later after they were given an increase on the surcharge knowing ultimately nobody can take another penny increase. Nobody. I don't understand going back and forth with WAPA where ah' you come in 60-days, come in

six months, come in -- for what? To tell them what? Because you have nothing to give. You have -- you start out at 87 million and you're now up to 160 million at 15 percent interest rate over ten-years, which comes to \$300 million,

300 million. How are we supposed to take this?

How? We can't take no more. Why do we -- why you keep allowing them to come into this quasi-judicial agency? To claim what? To claim what?

The last meeting we came to as the Alliance, my good friend Kent Bernier was speaking about a HUD grant. Guess what? I found in the report sent to the governor December to 2018, HUD grant. Let me hit it right quick. The only solution to request by the V.I. Government at this point is to ask for \$62 million from HUD Development Block Grant. It's right in the report. It's right here, Mr. Kupfer. It's right here. Why you keep coming down here fleecing us? We can't do no more. No more. No more increase. \$600 million is hidden somewhere in FEMA land. Ask Ducks Cole, he'll tell you, 600 million, and all we have to do, go to HUD, submit the requisite paperwork, put the \$600 million for work and allow

the people of the Virgin Islands to get much needed relief now.

HEARING EXAMINER: Mr. Leslie-Ann Williams?

DR. WILLIAMS: Well, I have to follow this? I would like to yield my five minutes to you. Good evening, everyone. I am Dr. Leslie Ann Williams, Leslie, L-e-s-l-i-e hyphen A-n-n, Williams, W-i-l-l-i-a-m-s, and I'm a primary care physician here in St. Thomas.

I am not here to speak about me but I am here to speak on behalf of my patients, those who are not able to be here because of immobility issues and financial issues. I moved to

St. Thomas in 2014 because I wanted to. I came because I saw there was a great need for health care provision. I came here and I stayed here after Irma because I wanted to.

During Irma, you know, the disaster fiasco we had, and to this day, people are still greatly affected by what happened in Irma/Maria. Homes are still in disrepair. Financially, people have not rebound. Having -- I'm sorry, good evening to the board.

HEARING EXAMINER: Just to be clear, we're

not the board. Some of us are members of the public. I am the hearing examiner. A couple of us are staff of the PSC.

DR. WILLIAMS: Okay, good evening all. I do not think -- I firmly believe that a rate increase is not in the best interest of the people of the Virgin Islands. Number one, I don't know what we're getting. What are we getting for the increase? What are the improvements -- this is a rhetorical question, right? What are the improvements that we ought to expect?

I'm going to speak on behalf of the patients who don't have generators, have fixed incomes, limited to the point where they are now rationing medication. So my diabetics who are supposed to take their Med-form twice a day are now taking it once a day. And so we have to finagle, and maybe I'll increase the dose so that they take it once a day so they'll still get the coverage. The folks who are on C-pap machines, when electricity goes, they now have sleep apnea. They can't us the C-Pap machine, so they increase their pulmonary hypertension which could lead the heart failure, which could lead to death. Okay? These are real, real life issues. These are real

life and death issues. It may seem like, oh, it's just a little increase, it's a little money, but there are people who are really hanging in the balance with this, okay? And this is what I want to speak to. Yes, my business is affected. Yes, I think Kuman and the others that have spoken on how their businesses are effected, yes, I fall into that as well.

My purpose for even coming here tonight is to speak about the patients who have the C-pap, the oxygen concentrators, the nebulizers for asthmatics who, if they -- now, there's no A/C, there's no fans, it's hot, their asthma gets exacerbated, they need to take the nebulizer but they can't because there's no power, they don't have a generator, this is a problem. This is absolutely crazy, y'all.

I moved from Arizona where my house was about ten times the size of where I live now and I pay about ten times what I paid in Arizona. I pay ten times that amount here. I pay an enormous amount of taxes. I don't mine. I pay taxes.

That's what you are ought to do, but what are the amenities I'm getting for it? What is the benefit of me even paying taxes? It's hard to live here.

It is difficult to live here, and it is depressing for some of my patients. They are depressed.

They're counting pennies. This is no way to live.

You know, people want to come to St. Thomas to say, oh, you live in paradise, but it is pressure for the natives, and we just need to do better.

We need to do better. I want to make sure I cover everything.

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So, they're rationing their medication. Some medications need to be stored in a cool, dry place. You know, I'm fortunate to have a generator in my office, but there are sometimes when in the middle of examining a patient, power goes out. And so if I didn't have a generator, then everything shuts down because I have an electronic medical record. Everything now is electronic. And it's just unconscionable to me that this is what we're getting, that this is what we have now settled to accept here in the Virgin Islands, and that is illogical. But to those who believe the impossible becomes logical, and what seems to be impossible with changing WAPA for those of us who will believe, it becomes very logical. We can change this.

HEARING EXAMINER: Andre Malone.

MR. MALONE: Andre Malone A-n-d-r-e
M-a-l-o-n-e. And this was a letter I actually
prepared a few weeks ago. So there might be one
or two points that might have been said already or
already been covered, but here we go anyway.

HEARING EXAMINER: I didn't hear what you said last.

MR. MALONE: I'm saying this is a letter I prepared a few weeks ago, so there may be one or two points that was already covered. And basically what this is, is a point of view of regular people. It's not statistical. These are things that people approach me in the barber — not the barber but the supermarkets, on the street, walking down the street, you know. They call my phone, they send me texts because I work in government, so they figure I am like their savior. So I get all of these complaints. So this is basically the point of view of the regular guy/woman on the street.

The Water and Power Authority was established in 1964 for the sole purpose of providing electricity to the residents of the Virgin Islands.

Over the years, it has developed into a

poorly run, inefficient entity of the government used by governors past and present, who knows, but to place in their political patrons, family and friends in key positions where competent locally born and bread educated residents get passed over, move to the mainland and excel to great heights. Since the inception of the Authority, the residents of the Virgin Islands have had to endure routine erratic power outages and accept this as normal in the 21st century. After 55 years, the Authority still cannot provide reliable energy.

Successive administrations and WAPA boards have been promising better but we only get worse. Two generations of Virgin Islanders have been entrusting one board after the next to make good decisions for us, but still we hear of fiscal woes, borrowing and not repaying to the point that the Authority, in essence, we, the people, don't forget that it's us are in a negative bond rating dilemma and ever rising electricity bills, not to mention the poor service, right?

Currently residents of the Virgin Islands have to endure recurring impromptu outages that is causing appliance failure in homes, from microwave ovens to refrigerators, businesses experiencing

air conditioning units being damaged by excessive power surges, adversely affected computers and related software as well as large freezers in supermarkets and stores while paying astronomical electrical bills.

With all the fiscal problems being reported over the years, it is surprising to see no form of attrition, layoffs, pay cuts, and other measures usually undertaken by entities in similar situations. Instead, we see very high salaries at the top level. Meanwhile, the linemen have been working without a contract for 1800 plus days.

Since 2015, the Authority has received over \$1 billion in payments and grants while reporting just over \$1 billion in debt. I don't know how that works.

The Authority has been avoiding audits for years amidst the financial blight they have been portraying over this time period. What is being hidden from the public, and more importantly, why is the Authority protective of the financial records of our, the people, electrical facility. Since 2015, the Authority has been in receipt of over \$1 billion in grants and other revenues while revealing this billion dollar deficit over the

same time period.

Again, Virgin Islanders have been paying double for fuel through a base rate, which is calculated based on the amount of fuel used per kilowatt hour and the LEAC. So you got to realize we have been paying double for fuel. So let that sink for a few minutes.

While the Authority burns money like an uncontrollable forest fire, ratepayers are experiencing problems with over billing.

Households with less occupants, thus less electrical usage are receiving bills that are nearly double the previous months bills. It seems like the Authority is trying to make up lost revenues formally paid by hotels and large businesses not currently online since Irma/Maria.

The Authority, charged with energy in this territory, comes with the responsibility outlined in the legislation that created it in 1964. It is not for the aggrandizement of the politically connected at the peril of the rest of us. The beginning of the end must be now. This part of the sanity that we have been following for 55 years is totally ridiculous, people. I was born in 1964. Here we are, 55-years old, and we're

unit number this and unit number that. It's ridiculous. We must seriously explore alternatives to the current structure and improve our electrical plant once and for all. The longer we wait, the worse it will get. Privatization, public/private partnership or a cooperative are some of the alternatives that can be explored immediately before it is too late. Thank you very much.

HEARING EXAMINER: Marguerite Price.

MR. PRICE: Good evening, everyone. My name is Marguerite Price, M-a-r-g-u-e-r-i-t-e, Price, P-r-i-c-e. Let me start by saying that when Irma and Maria happened I was in the states. I was scheduled to come back September the 7th. Delta canceled my flight because of the storm. Rescheduled, another impending storm. They kept canceling due to different things, airport shutting down. No one can get in or anything. When I finally got in in November, it was after Thanksgiving. I had a friend and her husband come and take me to my apartment. When I opened that door, I almost had a heart attack. My whole apartment was destroyed. And to make matters

worse, I had to go and stay with them and try to clean up, and then I get a bill from WAPA for over \$4,000. I went to PSC. We had a hearing. all the evidence that I was off-island. I had all my cancellations from the airlines. WAPA told me, we understand and we sympathize, but according to the back of your bill, you are held responsible. I told them, well, you know what, I'm going to go to court. They said, okay, you want to go to court, then we are going to stop the hearing and you're going to be responsible for this whole bill now. Duress, coerced. But you can't blame the people that WAPA sent because they're just little people just like me and you. They're doing their job. You're going after the big guy who is forcing them to do what they're too chicken to do.

I'm on a payment plan until -- if I

miss -- if I'm a couple days late, they can cut

the bill. So I had to scrape up money. It

doesn't matter that I need money for medication

and for various health reasons. It doesn't matter

that I may not eat anything but cereal one day

because I can't afford it. But you know what, I

don't want anybody to pay a penny for me. Why?

Because I have a strong God that has protected me

from all this crap that is going on. To make 1 2 matters worse, last month when they started having 3 all those surges, my refrigerator that's less than 4 four-years old, gone. Now, where am I going to 5 get the money to pay for this refrigerator? 6 as I said, God never let's you down. I got that refrigerator. Two weeks later I went to put 7 8 something in the microwave and I remember there 9 was two back to back power outages, microwave, 10 gone. I had a doctor's appointment, but I needed 11 -- got a bill couple months ago, \$103. The next 12 month, \$104. How is that virtually possible? Are 13 they saying we are going to add another dollar on, 14 you know? I had initially said everybody in the 15 WAPA board needs to go. People said, no, because some of them just got there, but out of the board 16 17 members, if I was on the board and I know they 18 were doing wrong and I know they were corrupt, I 19 would terminate myself automatically. And I still 20 say WAPA board needs to go. I don't care who says 21 I'm wrong. I love the people of the Virgin 22 Islands. I would continue to fight for you with 23 every breath that I have and every power because, 24 as I said, I have a strong God. Thank you. 25 HEARING EXAMINER: Ms. Price, you were

1 talking about the payment plan. Are you still on a payment plan with WAPA? 2 3 MS. PRICE: My payment plan doesn't end 4 until next year at the end of the year 2020, and I 5 have gone to senators for help. Nobody is 6 helping. 7 HEARING EXAMINER: If you don't mind, are you on a fixed income? 8 9 MR. PRICE: Yes. Yes. 10 HEARING EXAMINER: Thank you. So we've 11 exhausted the list of individuals that have signed 12 up to testify. Is there anyone who did not sign 13 up to testify who's here who wishes to testify? Come forward. 14 15 MR. BERTRAND: Good evening all. My name 16 is Edward C. Bertrand. I'm a former WAPA 17 employee, worked for WAPA for 25 years. Know it 18 inside and out. Probably worked with all the 19 people who are right here now representing WAPA. 20 They know me well. 21 HEARING EXAMINER: What was your position 22 WAPA? 2.3 MR. BERTRAND: I started first as a 24 draftsman and I left as an engineer tech or what 25 you call a staking engineer.

HEARING EXAMINER: Okay.

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MR. BERTRAND: Edward Bertrand. A lot of people know me applying for power. I was probably the first person that you saw. Came to your house, understood how to connect you and try to find the cheapest way to get you connected.

As you're saying, a lot of people here have talked about the problems and the problems with WAPA and we really have to, like the one gentleman talked about, thinking of the box. Since I've left WAPA, that's been my goal. That's been my mission. I'm also on a fixed income. have a 92-year old mother, fixed income. the bills are astronomical. I don't need to reiterate the same thing everybody else has said. It is finding solutions, and it doesn't take a rocket scientist. We have many engineers that were sent away on scholarships by WAPA, came back, hopefully to have applied their knowledge to WAPA. Well, it seems as though it wasn't their knowledge. It seems as though they have ideas of bringing everybody else in and sticking to the same old five-year, ten-year plan that WAPA has always had, privatize. The people have heard this You look at many a times, we need to privatize.

that, but I'll tell you this. I woke up this morning, the American flag was flying. As long as I know, America is a capitalist country. You can't tell a person what to charge for a potato. So once you've privatized, know that a private business, you can't tell him what to charge you. So know who is really calling the shots now that they are locked into contracts that they really didn't look at. They had somebody else look at it. It looks good. He's a private person that came in by consulting. Regardless, I get paid. They know that. They're intelligent brothers. I don't say they're not, but the carrot waived in front of them and they all fell for it. They are well paid, are they not? Okay. So, do you not think that they are here singing for their supper? So need we not talk with them. They need to come with real solutions. I personally, from before I left WAPA, I brought them a real solution. didn't come with it correctly because I was introduced to it through some other people. out of Puerto Rico. The board here at PSC knows of this project. Came in here for like two years really on a strong basis. It kind of fell through based on a financial issue, but the technology was

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sound. It's a baseload system, a system that handles baseload. They don't talk about baseload. They just talk about load. It came with solar. Solar didn't work. Why? They did not think it through. It needed to have a battery system, something that would store power. Sun doesn't shine at night. Now you're coming with wind. Go down to have Viequez and ask them the problems that they have with their wind farm down there. You need to think about where you live. Things that sometimes cost more than they could provide. You need to think out the box such as the gentleman said.

I'm coming back with my project. It's called waste to energy, and I'm coming in a different form. Not to really be discussed at this particular time but I'm coming at it full throttle and I'm letting you all know I'm going to come at half of what they're charging now at a fixed rate, not to fluctuate based on fossil fuel which we are all dependent upon at this time. If it isn't propane, it is oil. If it isn't oil, it's gas. Do we produce any of that in the Virgin Islands?

AUDIENCE: No.

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Then how can it be cheaper THE WITNESS: and it's fluctuating on the fuel market? Every day it's traded. Do you think they're ever going to come down to a cheaper rate knowing that you are dependent upon it? Can you bite the hand? So what are you going to do? You got to think out the box. Use what you got. Well, I'm gonna use waste to energy. One thing we got is a lot of waste around here, okay? And that is just the beginning of looking at how we are going to attack the fossil fuel or I should say the renewable energy systems that are available to us. We're not reinventing the wheel. The wheel is there. We just need to make the wheel better, and we have intelligent people here. There are many people I know that I've worked with in that Authority that have the smarts and the know how. But as we say, the upper echelon kept them from really coming forward with that, and they waived the carrot in front of them and they went for it and this is what we got. When you start wrong --I should say when you plan to fail, you plan to fail. You didn't fail to plan.

HEARING EXAMINER: Mr. Payne, I can give you about three more minutes.

1	MR. PAYNE: That's okay.
2	HEARING EXAMINER: Okay. So that
3	concludes the public hearing. I thank everyone
4	for attending, those who testified and even those
5	who did not testify. Please travel safely to your
6	home and have a good rest of the evening.
7	[Public Hearing adjourned at 7:15 p.m.]
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1	REPORTER'S CERTIFICATE
2	
3	I, Desiree D. Hill, Registered Merit Reporter,
4	do hereby certify that the above-named meeting was
5	taken by me by machine shorthand and represents the
6	official transcript of said meeting; and that said
7	transcription is true and correct.
8	In witness whereof, I have hereunto subscribed my
9	hand.
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12	Desiree D. Hill, RMR
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